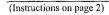
	UNITED STATES DEPARTMENT OF THE INTI	ERIOR		1950	FORM APPROVED OMB No. 1004-0137 Expires: July 31, 2010	
Bſ	UREAU OF LAND MANAGI	EMENT /	FEB 08 21	5. Lease Serial No.	NMSF-080238-A	
SUNDRY Do not use thi abandoned well	Y NOTICES AND REPORTS is form for proposals to di ii. Use Form 3160-3 (APD)	S ON WELLSam ill or to re-enter	andor Eiglei.	6. If Indian, Allottee	or Tribe Name	
SUBMIT IN TRIPLICATE - Other instructions on page 2.  7. If Unit of CA/Agreement, Name and/or No.  1. Type of Well						
Oil Well Gas Well Other				8. Well Name and No.  Morgan No. 7		
2. Name of Operator  DJ Simmons, Inc.				9. API Well No.	30-045-29972	
· · ·			rea code) 10. Field and Pool or Exploratory Area WAW Fruitland Sand PC			
4. Location of Well (Footage, Sec., T.,R.,M., or Survey Description)  1585' FSL & 1670' FEL, Section 31, T27N, R12W NMPM			11. Country or Parish, State San Juan County, NM			
12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA						
TYPE OF SUBMISSION		TYPE OF ACTION				
✓ Notice of Intent	Acidize Alter Casing	Deepen Fracture Treat	Recla	uction (Start/Resume)	☐ Water Shut-Off ☐ Well Integrity ☐ Other Shut-in	
Subsequent Report	Casing Repair Change Plans	New Construction Plug and Abandon		mplete oorarily Abandon	Other Shut-in	
Final Abandonment Notice	Convert to Injection	Plug Back		r Disposal		
13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof, the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.) DJ Simmons, Inc. received your letter dated January 11, 2011, on January 13, 2011, concerning the non-production of the Morgan No. 7 well. As you are aware, DJ Simmons, Inc. only recently acquired the Gallegos Wash properties from Merrion Oil & Gas, Corporation in June of last year. The Morgan No. 7						
well is located on those properties. Currently, our geologist and engineer are evaluating the geologic data and reserves for those properties in order to determine how to maximize production of that field. We would like to understand the previous operator's past practices in order to determine the most effective relationship of the reservoir to performance in order to maximize the available resource. Until the research and evaluation of the log analysis and project study are completed, we will not be able to decipher whether this well should be worked over for production, or plugged and abandoned.						
Therefore, DJ Simmons, Inc. would like to request 180 days in order to complete the geologic and engineering research and evaluation necessary for resource maximization of this well.  RCUD FEB 11 '11						
					OIL CONS. DIV DIST. 3	
14. Thereby certify that the foregoing	g is true and correct. Name (Printed/Typ	ed)				
Rodney L. Seale			Title Operations Manager			
Signature Holling I Seale Date 02/02/2011						
THIS SPACE FOR FEDERAL OR STATE OFFICE USE						
Approved by Ori	iginal Signed: Stephen Masor	1			FEB 1 0 7011	
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify						

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.



entitle the applicant to conduct operations thereon.

that the applicant holds legal or equitable title to those rights in the subject lease which would